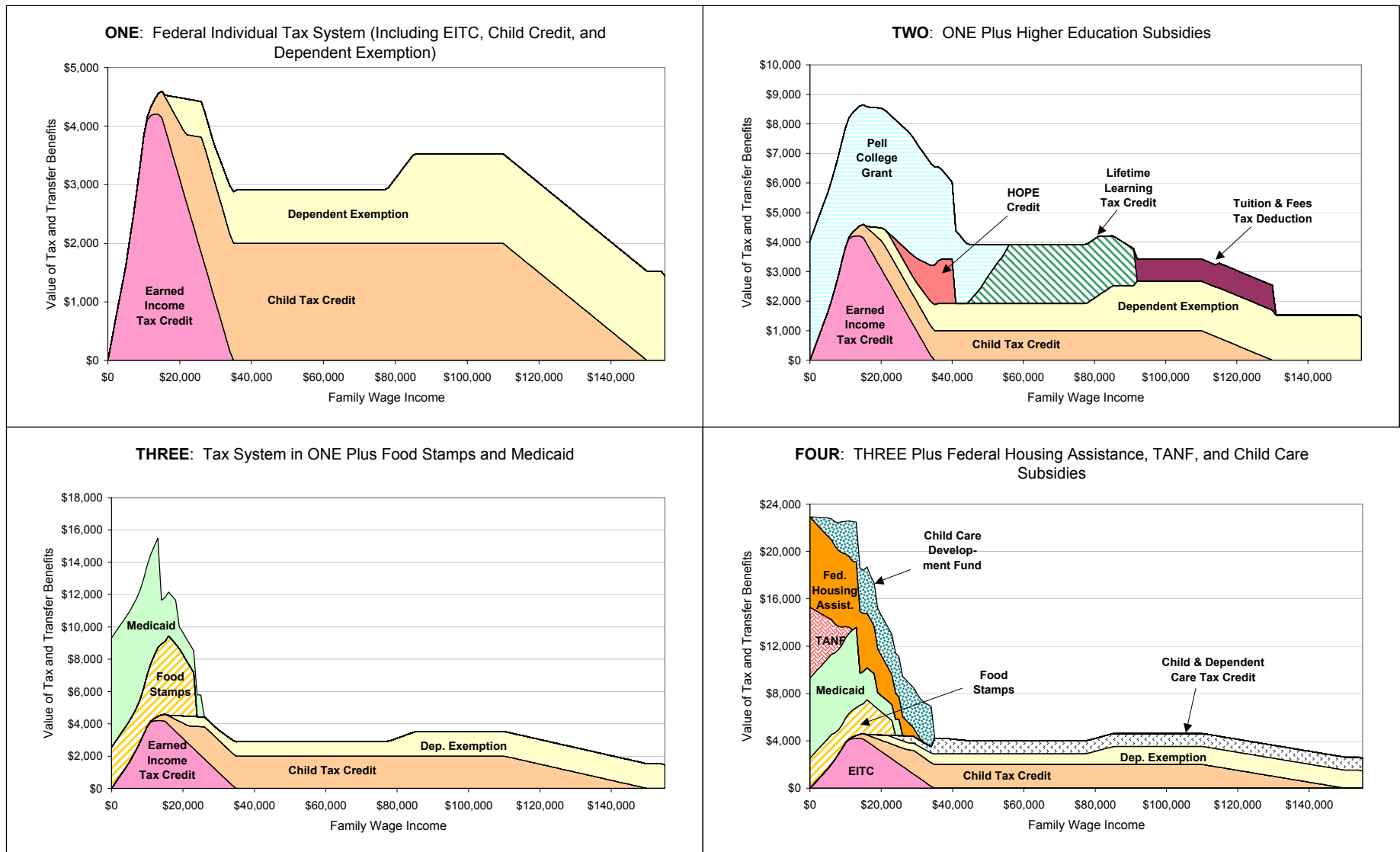


FIGURE 1: Select Tax and Transfer Benefits for a Married Couple with Two Children in Tax Year 2003



Source: Adam Carasso and C. Eugene Steuerle, The Urban Institute, 2004. Notes: Child ages are assumed to be 4 and 13, except in graph TWO where child ages are 12 and 18. Tax calculations include the alternative minimum tax and assumptions on itemized deductions. Welfare programs apply rules for Pennsylvania, which is the median TANF benefit state. We assume \$6,000 maximum annual child care costs and \$10,000 annual tuition costs.